

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-20540A  
**VERNON VALLEY WATER, INC.**  
**PO BOX 1270**  
**SHOW LOW, AZ 85902-1270**

RECEIVED

MAR 26 2008

✓ CORP COMM  
Director Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

3-31-08

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** VERNON VALLEY WATER, INC  
PO BOX 1270

Mailing Address \_\_\_\_\_  
(Street)

SHOW LOW AZ 85902-1270  
(City) (State) (Zip)

(928)537-8739 (928)537-1245 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address watercos@gmail.com

Local Office Mailing Address **340 N 9<sup>TH</sup> STREET, STE. A**  
**SHOW LOW, AZ 85901**

(City) (State) (Zip)

SAME AS ABOVE

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** MARK GRAPP PRESIDENT  
(Name) (Title)

PO BOX 1270 SHOW LOW AZ 85902  
(Street) (City) (State) (Zip)

(928) 537-8739 (928) 537-1245 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address watercos@gmail.com

**On Site Manager:** SAME AS ABOVE  
(Name)

SAME AS ABOVE  
(Street) (City) (State) (Zip)

SAME AS ABOVE

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address SAME AS ABOVE

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** N/A  
(Name)

N/A  
(Street) (City) (State) (Zip)

N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Attorney:** N/A  
(Name)

N/A  
(Street) (City) (State) (Zip)

N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** N/A

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

- |                                                 |                                                                           |
|-------------------------------------------------|---------------------------------------------------------------------------|
| <input type="checkbox"/> Sole Proprietor (S)    | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input checked="" type="checkbox"/> Subchapter S Corporation (Z)          |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                            |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                        |
| <input type="checkbox"/> Other (Describe) _____ |                                                                           |

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

- |                                            |                                   |                                   |
|--------------------------------------------|-----------------------------------|-----------------------------------|
| <input checked="" type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA              | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ            | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO            | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ        | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE         |                                   |                                   |

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	20,000	0	20,000
304	Structures and Improvements	2,590	2,089	501
307	Wells and Springs	9,490	7,564	1,926
311	Pumping Equipment	7,397	3,811	3,586
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes	2,976	2,382	594
331	Transmission and Distribution Mains	35,076	20,374	14,702
333	Services	802	518	284
334	Meters and Meter Installations	759	756	3
335	Hydrants	0	0	0
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	0	0	0
341	Transportation Equipment	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	0	0	0
348	Other Tangible Plant	0	0	0
	<b>TOTALS</b>	<b>79,090</b>	<b>37,494</b>	<b>41,596</b>

This amount goes on the Balance Sheet Acct. No. 108

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	20,000	0	0
304	Structures and Improvements	2,590	5	130
307	Wells and Springs	9,490	5	475
311	Pumping Equipment	7,397	5	370
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes	2,976	5	149
331	Transmission and Distribution Mains	35,076	5	1,754
333	Services	802	5	40
334	Meters and Meter Installations	759	5	38
335	Hydrants	0	0	0
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	0	0	0
341	Transportation Equipment	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	0	0	0
348	Other Tangible Plant	0	0	0
	<b>TOTALS</b>	<b>79,090</b>	<b>0</b>	<b>2,956</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

**BALANCE SHEET**

<b>Acct No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$0	\$0
134	Working Funds	61	(720)
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	1,370	1,370
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	0	0
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	0	0
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$1,431</b>	<b>\$650</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$76,635	\$79,090
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation – Utility Plant	34,538	37,494
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	<b>TOTAL FIXED ASSETS</b>	<b>\$42,097</b>	<b>\$41,596</b>
	<b>TOTAL ASSETS</b>	<b>\$43,528</b>	<b>\$42,246</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$0	\$0
232	Notes Payable (Current Portion)	0	0
234	Notes/Accounts Payable to Associated Companies	0	0
235	Customer Deposits	1,640	1,750
236	Accrued Taxes	0	0
237	Accrued Interest	0	0
241	Miscellaneous Current and Accrued Liabilities	0	0
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$1,640</b>	<b>\$1,750</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$0	\$0
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	0	0
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	0	0
272	Less: Amortization of Contributions	0	0
281	Accumulated Deferred Income Tax	0	0
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$0</b>	<b>\$0</b>
	<b>TOTAL LIABILITIES</b>	<b>\$1,640</b>	<b>\$1,750</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$0	\$0
211	Paid in Capital in Excess of Par Value	0	0
215	Retained Earnings	41,888	40,496
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	<b>TOTAL CAPITAL</b>	<b>\$41,888</b>	<b>\$40,496</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$43,528</b>	<b>\$42,246</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$10,471	\$9,535
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	95	25
	<b>TOTAL REVENUES</b>	<b>\$10,566</b>	<b>\$9,560</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$7,441	\$7,414
610	Purchased Water	0	0
615	Purchased Power	636	692
618	Chemicals	0	0
620	Repairs and Maintenance	0	0
621	Office Supplies and Expense	2,019	440
630	Outside Services	285	160
635	Water Testing	169	740
641	Rents	308	308
650	Transportation Expenses	0	0
657	Insurance – General Liability	299	41
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense – Rate Case	0	0
675	Miscellaneous Expense	0	0
403	Depreciation Expense	2,833	2,956
408	Taxes Other Than Income	606	534
408.11	Property Taxes	309	309
409	Income Tax	0	0
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$14,905</b>	<b>\$13,971</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ (4,339)</b>	<b>\$ (4,411)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility Expenses	0	0
427	Interest Expense	(97)	0
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ (97)</b>	<b>\$0</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ (4,436)</b>	<b>\$ (4,411)</b>



**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	0	0	0	0
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 0
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Meter Deposits Refunded During the Test Year	\$ 0
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<b>COMPANY NAME</b>	<b>VERNON VALLEY WATER, INC.</b>
<b>Name of System:</b>	<b>ADEQ Public Water System Number: 01054</b>

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	660
3		
4	PVC	2,880
5		
6	PVC	1,495
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	21
3/4	1
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

**For the following three items, list the utility owned assets in each category for each system.**

TREATMENT EQUIPMENT:

N/A

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STRUCTURES:

8' X 12' BUILDING

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OTHER:

N/A

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***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME:</b>	<b>VERNON VALLEY WATER, INC.</b>
<b>Name of System:</b>	<b>ADEQ Public Water System Number: 01054</b>

### **WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	19	71,220	N/A	N/A
FEBRUARY	18	104,400	N/A	N/A
MARCH	18	86,230	N/A	N/A
APRIL	18	79,970	N/A	N/A
MAY	19	128,230	N/A	N/A
JUNE	19	303,220	N/A	N/A
JULY	19	228,560	N/A	N/A
AUGUST	19	81,360	N/A	N/A
SEPTEMBER	19	118,180	N/A	N/A
OCTOBER	19	67,700	N/A	N/A
NOVEMBER	19	73,990	N/A	N/A
DECEMBER	18	56,830	N/A	N/A
<b>TOTALS →</b>		<b>1,399,930</b>	N/A	N/A

What is the level of arsenic for each well on your system? \_\_\_\_\_<.001\_\_\_\_\_mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? \_N/A\_ GPM for \_N/A\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
☐ Yes                      ☒ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
☐ Yes                      ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
☐ Yes                      ☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_N/A\_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME VERNON VALLEY WATER, INC. YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 308.86

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

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**VERIFICATION  
AND  
SWORN STATEMENT**  
**Taxes**

RECEIVED

MAR 26 2008

AZ CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF \_\_\_\_\_  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<b>APACHE</b>
NAME (OWNER OR OFFICIAL) TITLE	<b>MARK GRAPP, PRESIDENT/GENERAL MANAGER</b>
COMPANY NAME	<b>VERNON VALLEY WATER, INC.</b>

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**



SIGNATURE OF OWNER OR OFFICIAL

(928) 537-8739

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

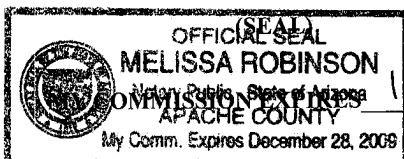
**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

THIS

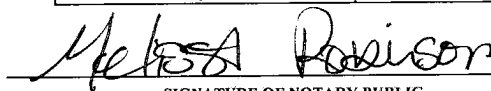
19

DAY OF

COUNTY NAME	<b>Navajo</b>
MONTH	<b>March</b>
YEAR	<b>2008</b>



12/28/09



SIGNATURE OF NOTARY PUBLIC

COMPANY NAME \_\_\_\_\_ VERNON VALLEY WATER, INC. \_\_\_\_\_ YEAR ENDING 12/31/2007

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported \_\_\_\_\_ 0  
Estimated or Actual Federal Tax Liability \_\_\_\_\_ 0

State Taxable Income Reported \_\_\_\_\_ 0  
Estimated or Actual State Tax Liability \_\_\_\_\_ 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_ 0  
Amount of Gross-Up Tax Collected \_\_\_\_\_ 0  
Total Grossed-Up Contributions/Advances \_\_\_\_\_ 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
\_\_\_\_\_  
SIGNATURE

3-19-08  
\_\_\_\_\_  
DATE

\_\_\_\_\_  
MARK GRAPP  
PRINTED NAME

\_\_\_\_\_  
PRESIDENT/GENERAL MANAGER  
TITLE

RECEIVED

MAR 26 2007

AZ CORP COMW  
Director Utilities

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF \_\_\_\_\_  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	APACHE
NAME (OWNER OR OFFICIAL) TITLE	MARK GRAPP, PRESIDENT/GENERAL MANAGER
COMPANY NAME	WATER VERNON WATER, INC.

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 9,622

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 534  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

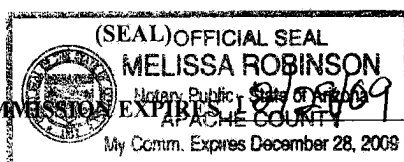
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

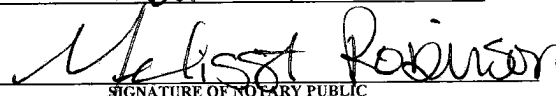
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 19th DAY OF

COUNTY NAME	Navajo
MONTH	March 2008



MY COMMISSION EXPIRES 12/28/09



SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

RECEIVED

MAR 26 2008

AZ CORP COMM  
Director Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

COUNTY OF (COUNTY NAME) APACHE	
NAME (OWNER OR OFFICIAL) MARK GRAPP	TITLE PRESIDENT/GENERAL MANAGER
COMPANY NAME VERNON VALLEY WATER, INC.	

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

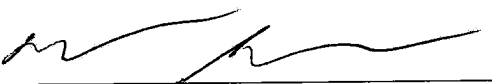
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 9,622

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 534  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
SIGNATURE OF OWNER OR OFFICIAL

(928) 537-8739  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

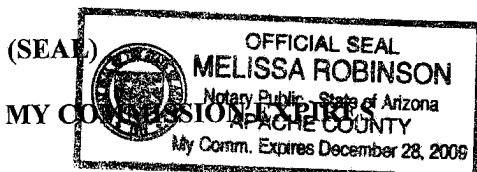
**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

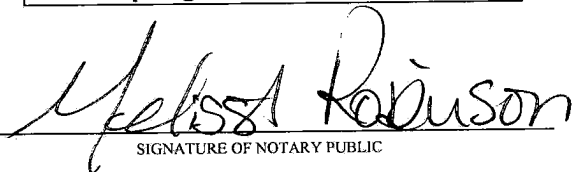
**THIS**

19

**DAY OF**

NOTARY PUBLIC NAME Melissa Robinson	
COUNTY NAME Navajo	
MONTH March	2008



X   
SIGNATURE OF NOTARY PUBLIC

## 2007 TAX NOTICE

JAN. 1, 2007  
TO  
DEC. 31, 2007

COUNTY OF APACHE

ARIZONA

ADDRESS: P O BOX 699  
ST JOHNS AZ 85936LEGAL DESCRIPTION: SECTION TWN RNG ACRES  
TOTAL VALUE OF OPERATING PROPERTY

USE 5500

TAX ROLL NUMBER  
54644PARCEL IDENTIFICATION  
941-80-900 1TAX AREA CODE  
0900

PAID

Check # 373  
Date 11-20-07IMPORTANT - SEE REVERSE SIDE  
FOR COMPLETE EXPLANATION OF  
YOUR 2007 TAX NOTICE AND  
PAYMENT INSTRUCTIONS.

941-80-900 1 54644

SERVICEBERRY WATER COMPANY  
MARK GRAPP  
P O BOX 1270  
SHOW LOW AZ 85902

06-4615

## 2007 TAX SUMMARY (3)

PRIMARY AD VALOREM TAX		320.32
LESS STATE AID TO EDUCATION		0.00
NET PRIMARY AD VALOREM TAX		320.32
SECONDARY AD VALOREM TAX		93.78
SPECIAL DISTRICT TAX		0.00

## PAY TOTAL OR HALF TAX

TOTAL TAX DUE		414.10
HALF TAX		207.05

## DELINQUENT DATES

1st HALF NOV. 1, 2007

2nd HALF MAY 1, 2008

THIS IS THE ONLY NOTICE YOU WILL RECEIVE  
NO RECEIPT WILL BE SENT UNLESS REQUESTED

## PRIMARY PROPERTY TAX CALCULATION (1)

ITEM	LIMITED VALUE	ASSTMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
LAND, BLDGS, ETC.	960	2.40	230	0	6.3554	14.63
PERSONAL PROPERTY	200.40	2.40	481.0	0	6.3554	305.69
TOTALS	210.00		504.0	0		320.32

## SECONDARY PROPERTY TAX CALCULATION (2)

ITEM	FULL CASH VALUE	ASSTMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
LAND	0	2.40	0	0	1.9472	0.00
BLDG, ETC.	960	2.40	230	0	1.9472	4.48
PERSONAL PROPERTY	200.40	2.40	481.0	0	1.8564	89.30
TOTALS	210.00		504.0	0		93.78

## 2006-2007 TAX COMPARISON (4)

TAX CODE	TAX JURISDICTION	2007 PRIMARY	2007 SECONDARY	2007 TOTAL	2006 TOTAL	DIFFERENCE
02000	APACHE COUNTY	240.2	424.9	665.1	665.3	-0.2
05009	VERNON SD #9	296.30	0.00	296.30	205.80	90.50
11900	FIRE DISTRICT ASSISTANCE FUND	0.00	4.38	4.38	3.87	.51
14900	APACHE COUNTY LIBRARY DISTRICT	0.00	17.12	17.12	17.74	-6.2
14901	APACHE COUNTY LIBRARY BOND	0.00	8.19	8.19	0.00	8.19
15000	APACHE FLOOD CONTROL DISTRICT	0.00	2.1	2.1	2.2	-0.1
28000	APACHE COUNTY JAIL DISTRICT	0.00	10.08	10.08	9.80	.28
28002	JUVENILE JAIL DISTRICT	0.00	5.04	5.04	4.90	.14
29999	PUBLIC HEALTH SERVICE DISTRICT	0.00	6.27	6.27	0.00	6.27
	TOTALS	320.32	93.78	414.10	308.86	105.24

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINES

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

KATHERINE D. ARVISO  
APACHE CO. TREASURER  
P O BOX 699  
ST JOHNS AZ 85936

TAX ROLL NUMBER	54644
PARCEL IDENTIFICATION	941-80-900 1
TAX AREA CODE	0900

SERVICEBERRY WATER COMP  
P O BOX 1270  
SHOW LOW AZ 85902\*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.  
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.  
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

## 2007 2ND HALF COUPON

TO PAY 2ND HALF	PAY	207.05
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NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2008



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